



DIGEST OF SB 106 (Updated February 12, 2001 2:27 PM - DI 71)

Citations Affected: IC 20-8.1; noncode.

**Synopsis:** Public school scholarship program. Establishes a public elementary and secondary school scholarship program. Allows the parent of a public school student to request a scholarship for the student to enroll in: (1) a different public school in the student's base school corporation; or (2) a public school in a different school corporation. Provides an allocation of public funds for scholarship students between the base school corporation and the receiving school corporation, and provides that the parent is responsible for any additional costs. Requires the parent to provide student transportation. Provides that the laws concerning transfer students, including court ordered transfer students, do not apply to a student who attends a public school outside the student's base school corporation under the public elementary and secondary school scholarship program. Provides that if adjoining school corporations enter into an interlocal agreement under which students may attend school in the adjoining school corporations, the terms of the interlocal agreement, rather than transfer tuition statutes, govern the payment of costs.

Effective: July 1, 2001.

## **Kenley**

January 8, 2001, read first time and referred to Committee on Education. February 8, 2001, reported favorably — Do Pass. February 12, 2001, read second time, amended, ordered engrossed.



First Regular Session 112th General Assembly (2001)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2000 General Assembly.

# **SENATE BILL No. 106**

A BILL FOR AN ACT to amend the Indiana Code concerning education.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 20-8.1-1-1.5 IS ADDED TO THE INDIANA
2	CODE AS A NEW SECTION TO READ AS FOLLOWS
3	[EFFECTIVE JULY 1, 2001]: Sec. 1.5. As used in this article,
4	"ADM" has the meaning set forth in IC 21-3-1.6-1.1.
5	SECTION 2. IC 20-8.1-6.1-0.5 IS ADDED TO THE INDIANA
6	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
7	[EFFECTIVE JULY 1, 2001]: Sec. 0.5. This chapter does not apply
8	to a student who under:
9	(1) section 14 of this chapter; or
10	(2) the public elementary and secondary school scholarship
11	program (IC 20-8.1-14);
12	attends a public school that is outside the school corporation where
13	the student has legal settlement.
14	SECTION 3. IC 20-8.1-6.1-14 IS ADDED TO THE INDIANA
15	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS

[EFFECTIVE JULY 1, 2001]: Sec. 14. (a) The governing body of a

school corporation may enter into an interlocal agreement under

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1	IC 36-1-7 with the governing body of an adjoining school
2	corporation under which a student whose legal settlement is in the
3	school corporation may attend school in the adjoining school
4	corporation.
5	(b) If a student attends school in an adjoining school
6	corporation under an interlocal agreement described in subsection
7	(a):
8	(1) the provisions of this chapter and IC 20-8.1-6.5 concerning
9	transfer tuition do not apply; and
10	(2) the terms of the interlocal agreement concerning the
11	payment of costs for the student's attendance apply.
12	SECTION 4. IC 20-8.1-6.5-0.5 IS ADDED TO THE INDIANA
13	CODE AS A <b>NEW</b> SECTION TO READ AS FOLLOWS
14	[EFFECTIVE JULY 1, 2001]: Sec. 0.5. This chapter does not apply
15	to a student who under:
16	(1) IC 20-8.1-6.1-14; or
17	(2) the public elementary and secondary school scholarship
18	program (IC 20-8.1-14);
19	attends a public school that is outside the school corporation where
20	the student has legal settlement.
21	SECTION 5. IC 20-8.1-14 IS ADDED TO THE INDIANA CODE
22	AS A <b>NEW</b> CHAPTER TO READ AS FOLLOWS [EFFECTIVE
23	JULY 1, 2001]:
24	Chapter 14. Public Elementary and Secondary School
25	Scholarship Program
26	Sec. 1. As used in this chapter, "base school corporation" means
27	the school corporation where a student has legal settlement (as
28	defined in IC 20-8.1-1-7.1).
29	Sec. 2. As used in this chapter, "program" refers to the public
30	elementary and secondary school scholarship program.
31	Sec. 3. As used in this chapter, "public school" has the meaning
32	set forth in IC 20-10.1-1-2.
33	Sec. 4. As used in this chapter, "scholarship" refers to a
34	scholarship under the program.
35	Sec. 5. The public elementary and secondary school scholarship
36	program is established.
37	Sec. 6. On a date the department specifies that falls before the
38	beginning of a school year, the department shall grant scholarships
39	and renewal scholarships under this chapter.
40	Sec. 7. (a) The department shall grant a scholarship to a student
41	who meets the following requirements:

(1) The student's parent requests a scholarship for the



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1	student.
2	(2) The student's parent selects a school for the student to
3	attend under the scholarship program.
4	(3) The school is a public school in Indiana that is:
5	(A) in the student's base school corporation but is a
6	different school from the school where the school
7	corporation has assigned the student; or
8	(B) not a school in the student's base school corporation.
9	(4) Except as provided in section 13(b) of this chapter, the
10	principal of the school and the superintendent of the school
11	corporation where the school is located jointly agree to enroll
12	the student in the school.
13	(b) The department shall grant a renewal scholarship to a
14	student who meets the following requirements:
15	(1) The student previously received a scholarship in any year.
16	(2) The requirements of subsection (a) are met.
17	(c) The department may not grant a scholarship to a student
18	who wishes to enroll in a school primarily for athletic reasons.
19	Sec. 8. Not later than April 1 before the beginning of a school
20	year for which a parent seeks enrollment of a student under the
21	scholarship program, the student's parent shall notify the
22	superintendent of the school corporation in which the parent seeks
23	to have the student enroll of the parent's request to have the
24	student enrolled.
25	Sec. 9. (a) The superintendent of a school corporation where a
26	parent seeks enrollment of a student under the scholarship
27	program:
28	(1) is not required to enroll the student; and
29	(2) may not enroll the student if enrollment will cause the
30	school corporation to be out of compliance with a court order,
31	including a court order described in IC 20-8.1-6.5-1.
32	(b) A superintendent may not refuse to enroll a student in
33	violation of IC 20-8.1-2.
34	(c) A superintendent shall notify a parent who makes a request
35	under section 8 of this chapter of the superintendent's decision not
36	later than thirty (30) days after receiving a request for enrollment
37	under section 8 of this chapter.
38	Sec. 10. The following apply when a student uses a scholarship
39	to enroll in a school in the student's base school corporation:
40	(1) There is no monetary scholarship award.
41	(2) There is no change in:

(A) the ADM of the school corporation; or



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1	(B) state assistance to the school corporation.
2	(3) The school corporation is not required to provide
3	transportation for the student.
4	Sec. 11. The following apply when a student uses a scholarship
5	to enroll in a school that is not a school in the student's base school
6	corporation:
7	(1) The amount of the scholarship award is fifty percent
8	(50%) of the state aid per ADM provided under IC 21-3 to the
9	student's base school corporation.
10	(2) The student remains in the ADM of the student's base
11	school corporation until the earlier of the following:
12	(A) The date the student graduates from a high school.
13	(B) The date of the end of the school year during which the
14	student becomes eighteen (18) years of age.
15	(3) The school that enrolls the student may not include the
16	student in the school's ADM.
17	(4) The department shall do the following:
18	(A) Pay the amount of the scholarship to the school that
19	enrolls the student.
20	(B) Deduct the amount of the scholarship from the
21	distribution of state aid to the student's base school
22	corporation.
23	(5) The parent of the student is responsible for all costs of the
24	student to attend the school that exceed the amount of the
25	scholarship.
26	(6) The student's base school corporation and the school
27	corporation that enrolls the student are not responsible for
28	providing transportation for the student.
29	Sec. 12. Except as provided in section 13(b) of this chapter, at
30	the end of each school year the superintendent of the school
31	corporation that enrolls a student under the program and the
32	principal of the school the student attends shall jointly:
33	(1) determine whether to enroll the student for the following
34	school year; and
35	(2) inform the department of the decision.
36	Sec. 13. (a) The governing body of a school corporation may
37	adopt a policy that sets guidelines to be used in determining
38	whether:
39	(1) to accept a student for enrollment under the program; and
40	(2) to continue a student's enrollment under the program.
41	(b) Notwithstanding sections 7(a)(4) and 12 of this chapter, a

policy adopted under this section may provide that the governing



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1	body makes a determination of whether to enroll a student or	
2	continue a student's enrollment under the program.	
3	Sec. 14. For purposes of accountability for performance and	
4	assessing school improvement under IC 20-10.2, a student who	
5	transfers to a school under the program is included as a student in	
6	the school to which the student transferred.	
7	Sec. 15. The department shall establish procedures for the	
8	administration of this chapter.	
9	Sec. 16. The department may adopt rules under IC 4-22-2 to	
0	implement and administer the program.	
1	SECTION 6. [EFFECTIVE JULY 1, 2001] (a) As used in this	
2	SECTION, "department" has the meaning set forth in	
3	IC 20-8.1-1-17.	
4	(b) As used in this SECTION, "school year" has the meaning set	
5	forth in IC 20-10.1-2-1.	
6	(c) The department shall grant scholarships under IC 20-8.1-14,	
7	as added by this act, beginning with the 2002-2003 school year.	
8	(d) This SECTION expires July 1, 2004.	



### COMMITTEE REPORT

Mr. President: The Senate Committee on Education, to which was referred Senate Bill No. 106, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill DO PASS.

(Reference is made to Senate Bill 106 as introduced.)

LUBBERS, Chairperson

Committee Vote: Yeas 5, Nays 4.





#### SENATE MOTION

Mr. President: I move that Senate Bill 106 be amended to read as follows:

Page 1, line 8, after "under" insert ":".

Page 1, line 8, before "the" begin a new line block indented and insert:

#### "(1) section 14 of this chapter; or

**(2)**".

Page 1, line 9, after "(IC 20-8.1-14)" insert ";".

Page 1, line 9, before "attends" begin a new line blocked left.

Page 1, between lines 11 and 12, begin a new paragraph and insert: "SECTION 3. IC 20-8.1-6.1-14 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2001]: Sec. 14. (a) The governing body of a school corporation may enter into an interlocal agreement under IC 36-1-7 with the governing body of an adjoining school corporation under which a student whose legal settlement is in the school corporation may attend school in the adjoining school corporation.

- (b) If a student attends school in an adjoining school corporation under an interlocal agreement described in subsection (a):
  - (1) the provisions of this chapter and IC 20-8.1-6.5 concerning transfer tuition do not apply; and
  - (2) the terms of the interlocal agreement concerning the payment of costs for the student's attendance apply."

Page 1, line 15, after "under" insert ":".

Page 1, line 15, before "the" begin a new line block indented and insert:

#### "(1) IC 20-8.1-6.1-14; or

(2)".

Page 1, line 16, after "(IC 20-8.1-14)" insert ";".

Page 1, line 16, before "attends" begin a new line blocked left.

Page 4, between lines 25 and 26, begin a new paragraph and insert:

"Sec. 14. For purposes of accountability for performance and assessing school improvement under IC 20-10.2, a student who transfers to a school under the program is included as a student in the school to which the student transferred."

Page 1, line 26, delete "14." and insert "15.".

Page 1, line 28, delete "15." and insert "16.".

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Renumber all SECTIONS consecutively.

(Reference is to SB 106 as printed February 9, 2001.)

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